GOVERNMENT OF INDIA
TEXTILES
LOK SABHA

UNSTARRED QUESTION NO:6747
ANSWERED ON:10.05.2002
REVIVAL OF NTC MILLS
SHYAMA SINGH

Will the Minister of TEXTILES be pleased to state:

(a) whether the Government propose to adopt interim plan to revive the ailing NTC units in the short run;

(b) if so, whether any survey about viable, less viable and least viable NTC units have been made;

(c) if so, the details thereof; and

(d) the funds proposed to be spent on the revival of the ailing NTC units during the current financial year?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF TEXTILES (SHRI V. DHANANJAY KUMAR)

(a) to (c) : Government have decided to revive all revivable mills and close down non-revivable mills after giving VRS to affected employees. Techno-Economic viability Studies (TEVSs) for NTC mills have been carried out by the Textile Research Associations (TRAs). As per the study reports 53 mills are viable and 66 mills are unviable. BIFR approved rehabilitation schemes for 6 out of the 8 sick subsidiaries of NTC.

(d): Resources for implementation of these plans are to be raised through market borrowings and sale of assets. Actual expenditure will be dependant on resources mobilised.